

NOTICE OF PROVISIONAL ALLOTMENT OF RIGHTS SHARES, WARRANTS AND BONUS SHARES (AS HEREINAFTER DEFINED)

The provisional allotment of Rights Shares, Warrants and Bonus Shares is a prescribed security pursuant to Section 14(5) of the Securities Industry (Central Depositories) Act, 1991 and therefore the Securities Industry (Central Depositories) Act, 1991, the Securities Industry (Central Depositories) (Amendment) Act, 1998 (as amended from time to time) and the Rules of Malaysian Central Depository Sdn Bhd ("MCD") shall apply in respect of dealings in the provisional allotment of Rights Shares, Warrants and Bonus Shares.



B.I.G. INDUSTRIES BERHAD

(Company No : 195285-D)

(Incorporated in Malaysia under the Companies Act, 1965)

RENOUNCEABLE TWO-CALL RIGHTS ISSUE OF

UP TO 19,218,000 NEW ORDINARY SHARES OF RM1.00 EACH IN B.I.G. ("RIGHTS SHARES") TOGETHER WITH UP TO 19,218,000 FREE DETACHABLE WARRANTS ("WARRANTS") AT AN ISSUE PRICE OF RM1.00 PER RIGHTS SHARE, WHEREBY THE FIRST CASH CALL OF RM0.63 PER RIGHTS SHARE SHALL BE PAYABLE IN FULL IN CASH UPON APPLICATION AND THE SECOND CALL OF RM0.37 PER RIGHTS SHARE SHALL BE CAPITALISED FROM THE SHARE PREMIUM AND RETAINED PROFITS ACCOUNTS OF THE COMPANY, ON A RENOUNCEABLE BASIS OF ONE (1) RIGHTS SHARE WITH ONE (1) WARRANT FOR EVERY ONE (1) EXISTING ORDINARY SHARE HELD BY THE ENTITLED SHAREHOLDERS OF B.I.G. AT 5.00 P.M. ON 12 DECEMBER 2003 ("RIGHTS ISSUE WITH WARRANTS"); AND

AND

BONUS ISSUE OF

UP TO 9,609,000 NEW ORDINARY SHARES OF RM1.00 EACH IN B.I.G. ("BONUS SHARES") ON THE BASIS OF ONE (1) BONUS SHARE FOR EVERY TWO (2) RIGHTS SHARES SUBSCRIBED BY THE ENTITLED SHAREHOLDERS OF B.I.G. AND/OR THEIR RENOUNCEES UNDER THE RIGHTS ISSUE WITH WARRANTS ("BONUS ISSUE").

(COLLECTIVELY REFERRED TO AS THE "ISSUES")

Adviser



PM Securities Sdn. Bhd. (66299-A)

(An Approved Universal Broker)

To : Shareholders of **B.I.G. Industries Berhad** ("B.I.G." or "the Company")

The Board of Directors of B.I.G. has provisionally allotted to you, in accordance with the Ordinary Resolutions passed by the Company at the Extraordinary General Meeting convened on 16 June 2003 and the approval of the Securities Commission on 3 December 2002 and the approval-in-principle of the Kuala Lumpur Stock Exchange ("KLSE") on 30 July 2003, the Rights Shares, free detachable Warrants and Bonus Shares as indicated below ("Provisional Allotment").

We wish to advise you that the following Rights Shares with Warrants and Bonus Shares provisionally allotted to you in respect of the abovementioned exercises has been confirmed by MCD and will be credited into your Central Depository System ("CDS") account(s). Shareholders should note that the entitlement to the Rights Shares with Warrants and Bonus Shares as set out below is provisionally allotted to you but the Bonus Shares will only be ultimately issued to the final subscribers for the Rights Shares. Accordingly, if you opt to renounce your entitlements to the Rights Shares provisionally allotted to you under the Rights Issue with Warrants in full or in part, you will simultaneously relinquish your entitlements to the free detachable Warrants and Bonus Shares which are attached to the Rights Shares so renounced.

The Provisional Allotment is made subject to the provisions of the Abridged Prospectus ("AP") dated 19 December 2003 issued by the Company. The KLSE has already prescribed the securities of B.I.G. listed on the Second Board of the KLSE to be deposited with MCD. Accordingly, the Rights Shares, Warrants and Bonus Shares arising from the Issues are prescribed securities and as such, the Securities Industry (Central Depositories) Act, 1991, the Securities Industry (Central Depositories) (Amendment) Act, 1998 (as amended from time to time) and the Rules of MCD shall apply in respect of the dealings in the said Rights Shares, Warrants and Bonus Shares.

With effect from 1 September 1998, all new issue of securities must be made by way of crediting the securities into the CDS accounts of the securities holders maintained with MCD. Furthermore, all listed companies are not permitted to issue certificates to securities holders in respect of any new issue of securities. It is also mandatory for all existing securities holders to deposit all their securities with MCD by 1 December 1998.

ALL RIGHTS SHARES, WARRANTS AND BONUS SHARES TO BE ISSUED PURSUANT TO THE ISSUES WILL BE ALLOTTED BY WAY OF CREDITING THE RIGHTS SHARES, WARRANTS AND BONUS SHARES INTO THE CDS ACCOUNTS OF THE ENTITLED SHAREHOLDERS OR THEIR RENOUNCEE(S) (IF APPLICABLE). NO SHARE CERTIFICATES AND WARRANT CERTIFICATES WILL BE ISSUED IN RESPECT OF THE RIGHTS SHARES, WARRANTS AND BONUS SHARES RESPECTIVELY.

Your Board of Directors reserves the right to allot the Rights Shares applied for under the Excess Rights Shares Application in a fair and equitable manner. IT IS THE INTENTION OF THE BOARD OF DIRECTORS OF B.I.G. TO ALLOT EXCESS RIGHTS SHARES AND THE CORRESPONDING WARRANTS AND BONUS SHARES ATTACHED THERETO IN SUCH MANNER THAT THE INCIDENCE OF ODD LOTS WILL BE MINIMISED. Any Rights Shares not taken up, and the corresponding Warrants and Bonus Shares attached thereto shall be dealt with in a fair and equitable manner in the interest of the Company.

NAME, ADDRESS AND CDS ACCOUNT NUMBER OF ENTITLED SHAREHOLDER				
NUMBER OF ORDINARY SHARES HELD AT 5.00 PM ON 12 DECEMBER 2003	NUMBER OF RIGHTS SHARES PROVISIONALLY ALLOTTED TO YOU	NUMBER OF WARRANTS PROVISIONALLY ALLOTTED TO YOU	NUMBER OF BONUS SHARES PROVISIONALLY ALLOTTED TO YOU *	TOTAL AMOUNT PAYABLE AT THE FIRST CASH CALL OF RM0.63 PER RIGHTS SHARE (RM)

* Note that the Bonus Shares provisionally allotted to you is attached to the Rights Shares on the basis of one (1) Bonus Share for every two (2) Rights Shares provisionally allotted to you under the Rights Issue with Warrants.

IMPORTANT RELEVANT DATES	
Entitlement Date	12 December 2003 AT 5.00 pm
LAST DATE AND TIME FOR:-	
Sale of Provisional Allotment of Rights	5 January 2004 AT 5.00 pm
Transfer of Provisional Allotment of Rights	8 January 2004 AT 4.00 pm
Acceptance and Payment for Rights Shares	16 January 2004 AT 5.00 pm*
Excess Rights Shares Application and Payment	16 January 2004 AT 5.00 pm*

*or such later date and time as the Directors of B.I.G. may decide and announce not less than two (2) market days before the stipulated dates and time.

BY ORDER OF THE BOARD
 Hon Li Chueng (MIA 17951)
 Chan Sau Leng (MAICSA 7012211)
 Company Secretaries

Share Registrar:
Signet Share Registration Services Sdn Bhd
 11th Floor, Tower Block, Kompleks Antarabangsa
 Jalan Sultan Ismail
 50250 Kuala Lumpur

THIS NOTICE OF PROVISIONAL ALLOTMENT IS DATED 19 DECEMBER 2003

NOTES AND INSTRUCTIONS FOR COMPLETION OF THIS RSF

THIS RSF IS NOT A TRANSFERABLE OR NEGOTIABLE INSTRUMENT.

If you are in any doubt as to the action you should take, you should consult your stockbroker, bank manager, solicitor, accountant or other professional adviser immediately. All enquiries concerning the Rights Issue with Warrants and Bonus Issue should be addressed to the Share Registrar of the Company, Signet Share Registration Services Sdn Bhd (Company No : 506293-D), 11th Floor, Tower Block, Kompleks Antarabangsa, Jalan Sultan Ismail, 50250 Kuala Lumpur. **INVESTORS SHOULD READ AND UNDERSTAND THE CONTENTS OF THE ABRIDGED PROSPECTUS ("AP") DATED 19 DECEMBER 2003 TO WHICH THIS RSF RELATES BEFORE COMPLETING THIS RSF.**

The Issues have been approved by the Securities Commission ("SC") vide its letter dated 3 December 2003 and shareholders of the Company vide the Ordinary Resolutions passed at the Extraordinary General Meeting held on 16 June 2003. Approval-in-principle has been obtained from the Kuala Lumpur Stock Exchange ("KLSE") for the listing of and quotation for the Rights Shares, Warrants and Bonus Shares to be issued pursuant to the Issues on the Second Board of the KLSE. Official quotation for the Rights Shares, Warrants and Bonus Shares will commence after receipt of confirmation from MCD that all the Central Depository System ("CDS") accounts of the successful applicants have been duly credited and notices of allotment have been despatched to entitled holders.

A copy of the AP dated 19 December 2003 with the RSF have been registered with the SC and a copy of the AP together with the RSF and the Notice of Provisional Allotment ("Notice") have been lodged with the Registrar of Companies ("ROC"). In accordance with Section 41 of the Securities Commission Act, 1993, this RSF must not be circulated unless accompanied by a copy of the AP dated 19 December 2003. The AP shall be valid for a period of twelve (12) months from the date of its issuance on 19 December 2003.

Neither KLSE nor the SC takes any responsibility for the correctness of statements made or opinions expressed herein. The listing of and quotation for the said Rights Shares, Warrants and Bonus shares on the Second Board of the KLSE are in no way reflective of the merits of the Issues.

This RSF, together with the AP and Notice, have been seen and approved by the Board of Directors of B.I.G. and they collectively and individually accept full responsibility for the accuracy of the information given therein and confirm that, after making all reasonable inquiries and to the best of their knowledge and belief, there are no false or misleading statements or other facts the omission of which would make any statement therein false or misleading.

This RSF, together with the AP, are not intended to be issued, circulated or distributed in countries or jurisdictions other than Malaysia and no action has been or will be taken to ensure that the Issues comply with the laws of any countries or jurisdictions other than the laws of Malaysia. Entitled shareholders and/or their renounees (if applicable) who are residents in countries other than Malaysia should therefore immediately consult their legal advisers as to whether the acceptance or renunciation (as the case may be) of their entitlement to the Rights Shares pursuant to the Issues would result in the contravention of any laws of such countries or jurisdictions. B.I.G. and PM Securities Sdn Bhd shall not accept any responsibility or liability in the event that any acceptance or renunciation made by such entitled shareholders and/or their renounees shall become illegal, unenforceable, voidable or void in such countries or jurisdictions.

The KLSE has already prescribed the securities of B.I.G. on the Second Board of the KLSE to be deposited with MCD. Accordingly, the provisional allotments of Rights Shares, Warrants and Bonus Shares are prescribed securities. Therefore, all dealings in the provisional allotment of the Rights Shares and Bonus Shares will be by book entry through CDS Accounts and will be governed by the Securities Industries (Central Depositories) Act 1991, Securities Industry (Central Depositories) Amendment Act 1998 and the rules of MCD.

The entitlement to the Bonus Shares will be provisionally allotted to the Entitled Shareholders but the Bonus Shares will only be ultimately issued to the final subscribers for the Rights Shares. Accordingly, the Entitled Shareholders who renounce their entitlements to the Rights Shares provisionally allotted to them under the Rights Issue with Warrants will simultaneously relinquish their entitlements to the Bonus Shares to be issued pursuant to the Bonus Issue as well as the Warrants which are attached to the Rights Shares.

Unless otherwise stated, the unit of currency used in this RSF is Ringgit Malaysia (or "RM" in abbreviation) and sen. Terms defined in the AP shall have the same meanings when used in this document, unless they are otherwise defined here or the context otherwise requires.

INSTRUCTIONS:-

(i) CLOSING DATE FOR ACCEPTANCE / APPLICATION

This RSF is valid for acceptance until 5.00 p.m. on 16 January 2004, or such extended time and date as may be determined and announced by the Board of Directors of B.I.G. Where the closing date of acceptance is extended from the original closing date, the notice of such extension will be made not less than 2 market days before the original closing date.

If acceptance and payment(s) in the manner specified herein are not received by the Share Registrar, **Signet Share Registration Services Sdn Bhd** (Company No: 506293-D), **11th Floor, Tower Block, Kompleks Antarabangsa, Jalan Sultan Ismail, 50250 Kuala Lumpur** by 5.00 p.m. on 16 January 2004 (or such extended time and day as may be announced) for any part of the Rights Shares provisionally allotted to you, such provisional allotment will be deemed to have been declined and will be cancelled. The Board of Directors of B.I.G. will then have the right to allot the Rights Shares not taken up, and the corresponding free detachable Warrants and Bonus Shares attached thereto, in such manner as they deem fit in the interest of the Company. Where the shares are allotted to excess share applications, the rounding-up of odd lots would be the main criterion for the allotment of such shares.

(ii) ACCEPTANCE OF RIGHTS

If you wish to accept the Rights Shares provisionally allotted to you, please complete Part I and Part III of this RSF and return this RSF, together with the appropriate remittance made in Ringgit Malaysia by Banker's Draft/Cashier's Order/Money Order or Postal Order drawn on a Bank or Post Office in Malaysia and made payable to " **BIG RIGHTS ISSUE A/C**" and crossed "**A/C PAYEE ONLY**" and endorsed on the reverse side with your name and address in block letters and your CDS A/C number, for the full amount payable for the Rights Shares accepted, to be received by the Share Registrar, **Signet Share Registration Services Sdn Bhd** (Company No: 506293-D), **11th Floor, Tower Block, Kompleks Antarabangsa, Jalan Sultan Ismail, 50250, Kuala Lumpur** before 5.00 p.m. on 16 January 2004 (or such extended time and day as may be determined and announced by the Board of Directors of B.I.G. not less than two (2) market days before the stipulated dates and time). Cheques or any other mode of payments are not acceptable.

The remittance must be made for the exact amount payable for the Rights Shares accepted. No acknowledgement will be issued but a notice of allotment will be despatched to you by ordinary post to the address stated in this RSF within fifteen (15) market days from the last date of acceptance and payment for the Rights Shares at your own risk.

(iii) APPLICATION FOR EXCESS RIGHTS SHARES

If you wish to apply for the Rights Shares in addition to those provisionally allotted to you, please complete Part II of this RSF (in addition to Parts I and III) and forward this RSF, with a separate remittance made in Ringgit Malaysia by Banker's Draft/Cashier's Order/Money Order or Postal Order drawn on a Bank or Post Office in Malaysia and made payable to " **BIG EXCESS APPLICATION A/C**" and crossed "**A/C PAYEE ONLY**" and endorsed on the reverse side with your name and address in block letters and your CDS A/C number, for the full amount payable for the excess shares applied for, to be received by the Share Registrar, **Signet Share Registration Services Sdn Bhd** (Company No: 506293-D), **11th Floor, Tower Block, Kompleks Antarabangsa, Jalan Sultan Ismail, 50250, Kuala Lumpur** before 5.00 p.m. on 16 January 2004 (or such extended time and day as may be determined and announced by the Board of Directors of B.I.G. not later than two (2) market days before the stipulated dates and time). No acknowledgement will be issued but a notice of allotment will be despatched to you by ordinary post to the address stated in this RSF within fifteen (15) market days from the last date for application for the excess shares.

If no excess shares are allotted to you, the amount paid on application therefore will be returned in full without interest by ordinary post to the address stated in this RSF at your own risk within fifteen (15) market days from the last date for application and payment for the excess shares. Where an application is accepted in part only, the surplus of the application monies will be refunded without interest and shall be despatched to the applicant by ordinary post to the address stated in this RSF at the applicant's own risk within fifteen (15) market days from the last date for application and payment for the excess shares.

The Board of Directors of B.I.G. reserves the right not to accept any application or accept any application in part only, without assigning any reason thereof.

(iv) SALE/TRANSFER OF THE PROVISIONAL ALLOTMENT OF RIGHTS

If you wish to sell all or part of your provisional allotment of rights, you may do so through your stockbroker for the period up to the last day for trading of the provisional allotment of rights. You may immediately sell or transfer your provisional allotment of rights (in accordance with the Rules of MCD) in full or in part without first having to request the Company for a splitting of your provisional allotment of rights.

In selling all or part of your provisional allotment of rights, you need not deliver any document, including this RSF, to the stockbroker. However, you must ensure that you have sufficient provisional allotment of the Rights Shares standing to the credit of your CDS account that are available for settlement of the sale.

The purchaser(s)/renounee(s) can collect a copy of this RSF for the acceptance of his/her/their rights from his/her/their stockbroker, all Malaysian stockbroking companies, the Registered Office of the Company, the Share Registrar of the Company or the KLSE website at <http://www.klse.com.my>.

If you have sold only part of the provisional allotment of the Rights Shares, you may still accept the balance of your provisional allotment of the Rights Shares by completing Parts I and III of this RSF, the exact accounts appearing in MCD's Records of Depositors

(v) GENERAL INSTRUCTIONS

- All applicants must sign on the front page of this RSF. All corporate bodies must affix their Common Seal.
- Malaysian Revenue Stamp (NOT POSTAGE STAMP) of Ringgit Malaysia Ten (RM10.00) must be affixed on the RSF.
- Any interest or other benefit accruing on or arising from or in connection with any application monies shall be for the benefit of the Company and the Company shall not be under any obligation to account for such interest or other benefit to you.
- The contract arising from the acceptance of the provisional allotment of rights by you shall be governed by and construed in accordance with the laws of Malaysia, and you shall be deemed to have irrevocably and unconditionally submitted to the exclusive jurisdiction of the courts of Malaysia in respect of any matter in connection with this RSF and the contract arising therefrom.
- The Company reserves the right to accept or reject any acceptance and/or application if the instructions hereinabove stated are not strictly adhered to.
- Rights Shares with Warrants and Bonus Shares subscribed by the entitled shareholders and/or their renounees will be credited into their respective CDS accounts as stated on this RSF or the exact accounts appearing in MCD's Record of Depositors.